

m/041/008

RECEIVED

MAR 31 1993

DIVISION OF
OIL GAS & MINING

USG Corporation

P. O. Box 6721

Chicago, IL 60680-6721

312 606-4000 Fax: 312 606-4093



March 24, 1993

DOGM
MINERALS PROGRAM
FILE COPY

Mr. D. Wayne Hedberg
State of Utah
Department of National Resources
Division of Oil, Gas and Mining
355 Triad Center, Suite 350
Salt Lake City, UT 84180-1203

Re: Jumbo Jensen Quarry
M/041/008 Sevier County, Utah

Dear Wayne:

This letter confirms our telephone conversation of March 23, 1993 wherein we discussed the reclamation surety for the above referenced Quarry.

As we discussed Northern Trust has issued notice of Non-Renewal on the ILOC which is currently in place. You indicated the State would draw upon the ILOC 30 days prior to expiration if other acceptable security was not in place.

It is USG's intention to continue to provide security for the reclamation of this quarry to the State. If we cannot provide a new ILOC by June 1, 1993 we will provide you with a Surety Bond. This Surety Bond will be provided under the understanding that as long as a replacement ILOC is provided by the expiration date you will return the Surety Bond to us.

Your help in this matter is greatly appreciated.

Sincerely,

USG CORPORATION

Bruce A. Gyll
Manager, Insurance

BAC/dm/BAC.22

cc: #187 R. H. Fleming
James L. Stone - Jardine Insurance Brokers